



Questar Gas Company

180 East 100 South

P.O. Box 45360

Salt Lake City, UT 84145-0360

Tel 801 324 5555

Aug 12 8 52 AM '98
August 7, 1998

Ms. Julie Orchard
Utah Public Service Commission
Heber M. Wells Building
160 East 300 South
Salt Lake City, UT 84110

Dear Ms. Orchard:

Re: Questar Gas Company's Monthly Report of
Intercompany Loan Activity as
Required by the Commission in its
Order in Case No. 85-057-09

Enclosed for filing with the Commission are three copies of forms showing Questar Gas Company's intercompany loan activity in June. The forms show that Questar Gas has loaned Questar \$0.00 as of June 30, 1998. Also enclosed are three copies of the computation of the intercompany interest rates for July 1998.

If there are any questions or if the Company can provide additional information, please let me know.

Sincerely,

Barrie L. McKay
Director Regulatory Affairs

BLM/edz
Enclosures

INVESTMENT REGISTER — LOANS TO QUESTAR CORPORATION

[illegible]

The intercompany interest rate calculation for the month of July, 1998 is shown below:

Market Borrowing Rate (1 month)	5.85%
Market Investment Rate (1 month)	<u>5.60%</u>
	11.45%
 Intercompany Interest Rate (Average)	 <u>5.73%</u>